

Meeting Date: 9/16/08

AGENDA REPORT

City of Santa Clara, California

Agenda Item # 11B-3



Date: August 29, 2008
To: City Manager for Council Action
From: John C. Roukema, Director of Electric Utility
Subject: Approval of Amendment No. 1 to Service Agreement with Bay City Boiler & Engineering Company, Inc., to Provide High Pressure Steam Maintenance at the Donald Von Raesfeld Power Plant and Cogeneration Power Plant

EXECUTIVE SUMMARY:

On March 19, 2008, the City entered into Service Agreement with Bay City Boiler & Engineering Company, Inc., to provide certified high pressure boiler welding and maintenance for the Donald Von Raesfeld Power Plant (DVR) and Cogeneration (Cogen) Power Plant. Additional funds not to exceed \$100,000 are required to cover any additional unplanned certified required repairs per the California Boiler Code, to maintain the high pressure boilers, maintaining maximum reliability of the power plants. A copy of the Amendment is available for review in the Council Offices.

ADVANTAGES AND DISADVANTAGES OF ISSUE:

The Amendment to the original Service Agreement allows plant personnel the ability to call Bay City Boiler & Engineering Company, Inc. in an emergency situation to repair any unplanned boiler component failures, thereby maximizing reliability of the plants. An unplanned boiler failure could cause the extended unavailability of the plants while executing a new contract for repairs, which would result in an excessive negative economic impact to the City of Santa Clara.

ECONOMIC/FISCAL IMPACT:

The cost of the original Service Agreement was \$100,000. This amendment increases the not-to-exceed amount by \$100,000 for a total contract cost of \$200,000. Sufficient funds are available in the Electric Department Maintenance Account (091-1377-87600-(F)-55300).

RECOMMENDATION:

That Council approve, and authorize the City Manager to execute, Amendment No. 1 to Service Agreement with Bay City Boiler & Engineering Company, Inc., in an amount not to exceed \$100,000.00, to provide high pressure steam maintenance at the Donald Von Raesfeld Power Plant and the Cogeneration Power Plant.

John C. Roukema
John C. Roukema
Director of Electric Utility

Certified as to Availability of Funds
091-1377-87600 \$100,000.00

APPROVED
Jennifer Sparacino
Jennifer Sparacino
City Manager

MARY ANN PARROT
Mary Ann Parrot
Director of Finance

MAJORITY VOTE OF COUNCIL

Documents Related to this Report:

- 1) Amendment No. 1 to the Service Agreement with Bay City Boiler & Engineering Co., Inc.

CITY OF SANTA CLARA
AGENDA MATERIAL ROUTE SHEET

Council Date: September 16, 2008

SUBJECT: Approval of Amendment No. 1 to the Service Agreement with Bay City Boiler & Engineering Company, Inc. to Provide High Pressure Steam Maintenance at the Donald Von Raesfeld Power Plant and the Cogeneration Power Plant

CERTIFICATION

The proposed Amendment No. 1 to the Service Agreement with Bay City Boiler & Engineering Company, Inc
Regarding: Provision of High Pressure Steam Maintenance at the Donald Von Raesfeld Power Plant and the Cogeneration Power Plant
has been reviewed and is hereby certified.

PUBLICATION REQUIRED:

The attached Notice/Resolution/Ordinance is to be published ____ time(s) at least ____ days before the scheduled meeting/public hearing/bid opening/etc., which is scheduled for _____, 2008.

AUTHORITY SOURCE FOR PUBLICATION REQUIREMENT:

Federal Codes:

Title _____ U.S.C. § _____
(Titles run 1 through 50)

California Codes:

Code _____ § _____
(i.e., Government, Street and Highway, Public Resources)

Federal Regulations:

Title _____ C.F.R. § _____
(Titles run 1 through 50)

California Regulations:

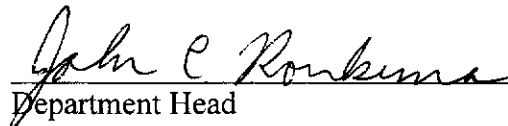
Title _____ California Code of Regulations § _____
(Titles run 1 through 28)

City

City Charter § _____ (i.e., 1310. Public Works Contracts. Notice published at least once at least ten days before bid opening)

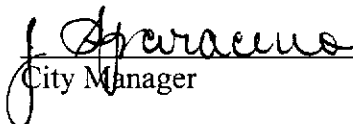
City Code § _____

1. As to City Functions, by
2. As to Legality, by
3. As to Environmental Impact Requirements, by
4. As to Substance, by


Department Head


City Attorney's Office/CAO Assignment No. 08.1245

Director of Planning and Inspection


City Manager